### Municipal Clerk Atlanta, Georgia

AN ORDINANCE BY THE COMMUNITY DEVELOPMENT/ HUMAN RESOURCES COMMITTEE

UEZ-04-12 04- \( \rho \) -0652

AN ORDINANCE TO CREATE THE "PROVENANCE AT HOLLOWELL HOUSING ENTERPRISE ZONE", TO BE LOCATED AT 2748 & 2748 REAR DONALD LEE HOLLOWELL HIGHWAY, N.W. (f.k.a. BANKHEAD HIGHWAY, N.W.); AND FOR OTHER PURPOSES.

NPU "I"

**COUNCIL DISTRICT 9** 

WHEREAS an amendment to the Constitution of the State of Georgia was adopted by referendum in November 1982 giving the Council of the City of Atlanta power to create urban enterprise zones in the City of Atlanta; and

WHEREAS enabling legislation known as the Atlanta/Fulton County Urban Enterprise Zone Act was enacted by the Georgia General Assembly and signed by the Governor in March 1983 and subsequently amended; and

WHEREAS the Atlanta/Fulton County Urban Enterprise Zone Act gives the Council of the City of Atlanta the authority to designate areas within the City as urban enterprise zones for housing purposes if certain conditions are met; and

WHEREAS the designation of a housing enterprise zone exempts the taxable value of property within the zone only from ad valorem taxes for City purposes, but the Board of Commissioners of Fulton County, by appropriate resolution, may exempt from ad valorem taxation for County purposes the taxable value of the same property that is exempted by the City; and

WHEREAS certain types of property may be exempted, conditions must be met by owners of private property to qualify for an exemption, period, and rate of exemptions, and elections may be made by the Atlanta City Council among various types of exemptions which are specified by State law; and

WHEREAS State law provides that an exemption from ad valorem taxation for City purposes also includes, but is not limited to, school and educational purposes; and

WHEREAS the City of Atlanta Development Impact Fee Ordinance provides that, under certain conditions, the City may exempt development in urban enterprise zones from the requirement to pay development impact fees; and

WHEREAS it is the expressed intent of the Atlanta City Council to use urban enterprise zone legislation as an incentive to generate private investment in areas of the City which otherwise might not attract such investments for commercial construction and job creation purposes; and

WHEREAS the conditions and qualifications of the Atlanta/Fulton County Urban Enterprise Zone Act, as amended, have been met relative to the creation of the proposed "Provenance at Hollowell Housing Enterprise Zone".

## NOW, THEREFORE, THE CITY COUNCIL OF THE CITY OF ATLANTA, GEORGIA, HEREBY ORDAINS AS FOLLOWS:

Section 1: It is found by the Council of the City of Atlanta that the area in and around the property that would be designated as the "Provenance at Hollowell Housing Enterprise Zone" is economically and socially depressed. It is further found that areas such as this contribute to or cause unemployment, create an inordinate demand for public services and, in general, have a deleterious effect on the public health, safety, welfare, and morals. It is further found that these areas, as is the case with the property that would be designated as the "Provenance at Hollowell Housing Enterprise Zone", are characterized by having no investment or under-investment by private enterprise in ventures which produce jobs, trade, provision of services, and economic activities which individually and together contribute to a healthy society. This lack of private investment and activity contributes to social and economic depression in such areas. Therefore, it is in the public interest that incentives be provided to private enterprise to invest in such areas, and that such private enterprise place priority upon the employment of those residents in those economically- and socially-depressed areas designated herein as urban enterprise zones.

Section 2: The "Provenance at Hollowell Housing Enterprise Zone" is hereby created for the subject property at 2748 & 2748 Rear Donald Lee Hollowell Highway, NW (f.k.a Bankhead Highway, NW). The property contains 19.81 acres of land and includes the following tax Parcel Code Numbers (PCNs): 14-0209-LL047 & 14-0209-LL044. The effective date of all exemptions established therein shall be January 1, 2005. The Provenance at Hollowell Housing Enterprise Zone" shall be abolished on December 31, 2014. The "Provenance at Hollowell Housing Enterprise Zone" shall otherwise not be abolished except as provided in State law. A legal description and map of the "Provenance at Hollowell Housing Enterprise Zone" are attached hereto as Exhibit "A", are made a part hereof, and shall be on file in the Bureau of Planning and the Office of the Municipal Clerk.

<u>Section 3.</u> The "Provenance at Hollowell Housing Enterprise Zone" shall be developed as a residential development project, which shall consist of 311 apartment units. The project shall be developed in one phase and shall contain 326,650 total square feet of building space. In accordance with the requirements for housing enterprise zones, 280 (90 percent) of the total 311 housing units would be designated as being "affordable" (for moderate-income residents), which would exceed the required minimum of 20 percent.

Section 4. The development of the "Provenance at Hollowell Housing Enterprise Zone" shall meet or exceed the "housing affordability requirements" for urban enterprise zone designation that are defined in City Code Sections 146-52(2)a.1, 146-52(2)a.2, and 146-52(2)a.3 (per approved Ordinance #03-O-1695), which are provided below. The "Provenance at Hollowell Housing Enterprise Zone" shall consist of 311 total units, of which 82 units shall be one-bedroom units (26%), 173 units shall be two-bedroom units (56%), and 56 units shall be three-bedroom units (18%). The "Provenance at Hollowell Housing Enterprise Zone" shall designate 280 of the proposed 311 total units (90%) as being "affordable", which exceeds the required minimum housing affordability provision of 20 percent of the 311 total units (62 units). Compared to the minimum housing affordability requirement of 62 total units, to which the ratios of 26 percent for one-bedroom units (16 units), 56 percent for two-bedroom units (35 units), and 18 percent for three-bedroom units (11 units) are applied, the "Provenance at Hollowell Housing Enterprise Zone" shall designate 74 one-bedroom units, 156 two-bedroom units, and 50 three-bedroom units as being "affordable", which exceed the housing affordability requirements by bedroom composition.

City Code Section 146-52(2)a.1. Twenty percent of the total units to be provided shall reflect the same ratio of housing type and bedroom composition that is proposed throughout the zone, and shall be within the ability to pay of those households whose annual income does not exceed 60 percent of the median family income for the Atlanta metropolitan statistical area as most recently published by the United States Department of Housing and Urban Development (HUD), and as adjusted for household size in accordance with HUD procedures.

<u>City Code Section 146-52(2)a.2.</u> Twenty percent of the units for sale shall reflect the same ratio of housing type and bedroom composition that is proposed throughout the zone, and shall bear purchase prices which do not exceed two and one-fifth times the median family income for the Atlanta metropolitan statistical area as most recently published by the United States Department of Housing and Urban Development.

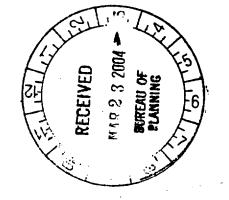
City Code Section 146-52(2)a.3. Twenty percent of the units for rent, if any, shall reflect the same ratio of housing type and bedroom composition that is proposed throughout the zone, and shall bear monthly rents which do not exceed 30 percent of the low-income level defined in section 146-52(2)a.1 or, in the case of rental housing units that are being financed through federal low-income housing tax credits, said units shall bear monthly rents which do not exceed the maximum rents prescribed in Section 42, internal Revenue Service Code, based upon the low-income level defined in section 146-52(2)a.1.

Section 5: The Municipal Clerk is hereby directed to transmit a copy of this Ordinance as well as the legal description of the "Provenance at Hollowell Housing Enterprise Zone" to the Tax Commissioner of Fulton County, to the Commissioner of the Department of Community Affairs of the State of Georgia, and to the Superintendent of the Atlanta Board of Education immediately upon the approval by the Mayor of the City of Atlanta.

Section 6: That all ordinances and parts of ordinances that are in conflict herewith are hereby repealed.

Legal Description Big Oak Mobile Home Park All that tract or parcel of land lying and being in Land Lot 209, 14th District of Fulton County. Georgia and being more particularly described as follows:

feet to a point; thence North 27 18' 45" East a distance of 319.48 feet to a point; thence along a curve to the left having a radius of 579.50 feet and an arc length of 127.76 feet, being a.k.a. Georgia Highway No. 8 and U.S. Highways No. 78 and 278 (50° R/W) and the westerly right North 58° 35° 34" East a distance of 80.18 feet to a 16" rebar found; thence leaving soid right of thence North 43 51' 12" East a distance of 95.00 feet to a point; thence North 58" 37' 24" East thence South 00° 03° 19° East a distance of 758.84 feet to a point intersecting the northerly right 449.50 feet to a point; thence leaving said right of way of Seaborn Road and running North 00° 13° 57° East a distance of 99.09 feet to a 3/8° rebar found; thence South 88° 14° 57° West a distance of 115.00 feet to a point; thence North 03° 04° 11° East a distance of 153.00 feet to a subtended by a chord of North 20° 59′ 42″ East for a distance of 127.50 feet to a point; thence along a curve to the right having a radius of 85.93 feet and an arc length of 65.73 feet, being Highway; thence along said right of way of Bankhead Highway and running South 63°34°07° East a distance of 182.04 feet the POINT OF BEGINNING. Said property contains 14.205 acres. of North 36" 35" 43" East for a distance of 64.14 feet to a point; thence 89°58°55° West a distance of 200.00 feet to a point; thence leaving said right of way of Seaborn Road and running North 00°28°04° East a distance of 199.86 feet to a 3/8° rebar found; thence North 89°56°34° West a distance of 210.00 feet to a point; thence South 00°28° 211.35 feet and an arc length of 108.95 feet, being subtended by a chord of North 43 23' 17" East for a distance of 99.99 feet to a point; thence North 29° 37' 32" East a distance of 62.36 of way of Ozburn Street (50' R/W); thence along said right of way of Ozburn Street and running Seaborn Road; thence along said right of way and running North 89" 58" 55" West a distance of a distance of 169.26 feet to a point on the southerly right of way of aforementioned Bankhead 3/8 rebor found on the southeasterly right of way of Peek Road (50° R/W); thence along said right of way of Peek Road the following courses: along a curve to the left having a radius of of Seaborn Road (50' R/W); thence along said right of way of Seaborn Road and running North 03" West a distance of 200.00 feet to a point on the northerly right of way of aforementioned BEGINNING at a point being the intersection of the southerly right of way of Bonkheod Highway way of Peek Road and running South 45° 43′ 54″ East a distance of 269.97 feet to a point; subtended by a chord



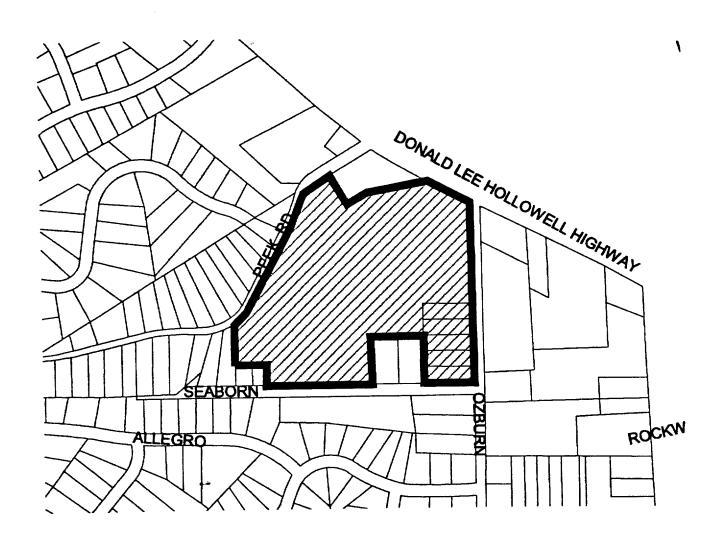


# PROVENANCE AT HOLLOWELL HOUSING ENTERPRISE ZONE

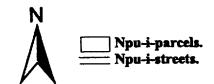
TO BE LOCATED AT 2748 & 2748 REAR
DONALD LEE HOLLOWELL HIGHWAY, NW.,

(f. k. a. BANKHEAD HGHWAY, NW).

DISTRICT 14, LAND LOT 209. COUNCIL DISTRICT 9, NPU - "I"



**UEZ - 04 - 12** 



PROJECT CHECKLIST FOR UEZ-04-12:
Proposed "Provenance at Hollowell Housing Enterprise Zone"
To be Located at 2748 & 2748 Rear Donald Lee Hollowell Highway, NW
[f.k.a Bankhead Highway, NW)

CRITERION	REQUIRED	PROPOSED	COMPLIANCE
1. Eligibility Criteria:	Must Meet 3 of the 4 Criteria:		
a. Evidence of Pervasive Poverty	a. Poverty rate of ≥ 20% for the Census Block Group.	a. Poverty rate of 24.1% for Census Block Group 1 of Census Tract 82.01 (per the 2000 Census), which is more than the required minimum of 20%.	√
b. Unemployment	b. Unemployment:	b. Unemployment:	
	(1) Census Tract having at least 10% higher than the State Average; OR	(1) Census Tract 82.01 has an unemployment rate of 6.2%, which is more than 10% higher than the 2002 annual State Average of 5.1%.	1
	(2) Significant Job Loss, to be documented by the applicant.	(2)	
c. General Distress	c. General Distress:	c. General Distress:	
	<ul><li>(1) Police Beat crime rate of ≥20% compared to the Police Zone;</li><li>OR</li></ul>	(1) Police beat 109 has a crime rate of -23% of the crime rate of police zone 1, thus the high crime requirement is not met.	
	(2) Vacant and/or Dilapidated Structures, or Deteriorated Infrastructure, based on documented proof of exist- ing abandoned and/or dilap- idated structures within one block of the project area, or deteriorated infrastructure.	(2)	
d. Underdevelopment	d. Underdevelopment: The NPU has ≤ 20% of the amount of Development Activity compared to the City as a whole for the proposed type of development.	d. Underdevelopment: NPU "I" had -3% of development activity within the City for residential development, which meets the requirement of ≤ 20%.	√

CRITERION	REQUIRED	PROPOSED	COMPLIANCE
2. Acreage	None.	Contains 19.81 acres of land.	V
3. CDP Consistency	CDP Land Use Classification: Designated as "Low-Density Commercial/Single-Family Residential." Allowed FAR: Established by zoning districts. Determined by the zoning districts in which the property is located.	Proposed FAR: 0.44. Proposed uses are not allowed within the existing land use designations. A CDP land use amendment to "High-Density Residential" is required.	Pending approval of a CDP land use amendment, which had a special public hearing during the CD/HR Committee Meeting on March 30, 2004.
4. Zoning Compliance	Zoned "C-2" and "R-4." Requires a rezoning of the property to "RG-3."	Proposed uses are not allowed within "C-2" and "R-4." The development would have a residential FAR of 0.44. A rezoning of the entire property is required. Applicant submitted a rezoning application, Z-03-65, to rezone to RG-3.	Pending the rezoning case, which is on hold for the approval of the CDP land use amendment.
5. Project Specificity	Project-Specific Zone or Areawide Zone.	Project-Specific.	√
6. Project Readiness	≥ 30% of housing units to be initiated in Year 1 of the UEZ.	Applicant certifies that construction of at least 30% of the total 311 units (93) would be initiated in Year 1.	7
7. Non-Displacement	Minimum Displacement	Applicant certifies that no residents currently occupy the site. A tenant relocation plan is not required.	٧
8. Affordability	City Code Section 146-52(2)a.1. Twenty percent of the total units to be provided shall reflect the same ratio of housing type and bedroom composition that is proposed throughout the zone, and shall be within the ability to pay of those households whose annual income does not exceed 60 percent of the median family income for the Atlanta metropolitan statistical area as most recently published by the United States Department of Housing and Urban Development (HUD), and as adjusted for household size in accordance with HUD procedures.  City Code Section 146-52(2)a.2.  Twenty percent of the units for sale shall reflect the same ratio of housing type and bedroom composition that is proposed throughout the zone, and shall bear purchase prices which do not exceed two	Project would include the following breakdown of affordable housing units, which meets the requirements for urban enterprise zone designation: 311 total units, of which 280 units (90%) would be designated as being "affordable." The project would include 82 one-bedroom units, 173 two-bedroom units, and 56 three-bedroom units. The affordability breakdown by bedroom composition would be as follows: 74 one-bedroom units, 156 two-bedroom units, which exceed the requirements.	

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	and one-fifth times the median		
	family income for the Atlanta met-		
•	ropolitan statistical area as most		
	recently published by the United		
	States Department of Housing and		
	Urban Development.		
	City Code Section 146-52(2)a.3.		
]	Twenty percent of the units for		
	rent, if any, shall reflect the same		
1	ratio of housing type and bedroom		
	composition that is proposed		
1	throughout the zone, and shall bear		
İ	monthly rents which do not exceed		
	30 percent of the low-income level		
	defined in section 146-52(2)a.1 or,		
	in the case of rental housing units	1	
j	that are being financed through		
	federal low-income housing tax		
ļ	credits, said units shall bear		
	monthly rents which do not exceed		
	the maximum rents prescribed in		
	Section 42, internal Revenue Ser-	_	
i	vice Code, based upon the low-		
	income level defined in section		
	146-52(2)a.1.		
CRITERION	REQUIRED	PROPOSED	COMPLIANCE
9. Provision for At-	Five percent of available units to	Applicant certifies compliance.	COMPLIANCE
lanta Police offi-	be offered to Atlanta Police offi-	ripplicant certifies compilance.	V
cers and their	cers and their families at purchase		
families (for	prices or monthly rents which do		
housing and	not exceed the low-income level of		
mixed-use resi-	affordability.		
dential/ com-			
mercial enter-			
prise zones)			
10. Job Creation	First Source Jobs Policy	Would not create any fulltime,	<del></del>
		permanent new jobs.	4
11. Financial	Chief Financial Officer's State-	To be determined by the Bureau of	To be determined.
Feasibility	ment of Fiscal Impact:	Financial Analysis.	10 be determined.
	a. Negative cash flow; OR	<del></del> ,	
	b. Debt coverage ratio <1.20; OR		
	c. A variable-ratio debt coverage		
	ratio that is equivalent to said		
	fixed-rate ratio, based upon		
	reasonable assumptions as cer-		•
,	•		
	tified.		1

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## CITY OF ATLANTA

SHIRLEY FRANKLIN MAYOR DEPARTMENT OF PLANNING AND COMMUNITY DEVELOPMENT
55 Trinity Avenue, S.W. SUITE 3350 – ATLANTA, GEORGIA 30335-0308
404-330-6145 – FAX: 404-658-7491
www.ci.atlanta.ga.us/citydir/dpdnc/planning.htm

CHARLES C. GRAVES, III
Commissioner

BEVERLEY DOCKERAY-OJO
Director

**Bureau of Planning** 

February 24, 2004

Mr. David Dwyer Capitol Development Group 241 Peachtree Street, Suite 300 Atlanta, Georgia 30303

RE: Processing of Your Submitted Urban Enterprise Zone Application

Dear Mr. Dwyer:

This letter serves as notification of several matters pertaining to the urban enterprise zone application that you recently submitted to us as part of Cycle I, 2004.

Receipt of the UEZ Application. We received your Urban Enterprise Zone (UEZ) application for property that is located at 2748 & 2748 Rear Donald Lee Hollowell Highway, NW (f.k.a. Bankhead Highway, NW). This includes the following tax parcel code numbers (PCNs): 14-0209-LL047 & 14-0209-LL044. You have proposed the creation of the "Provenance at Hollowell Housing Enterprise Zone" for the subject property, and have requested that the first year of the housing enterprise zone be 2005. Your application was assigned the case number of <u>UEZ-04-12</u>. We are reviewing it for completeness and accuracy, and will be contacting you soon (as well as throughout the application review process) by telephone or e-mail concerning any additional information or clarification that we need.

Required NPU Meeting. As part of the UEZ designation process, you are required to attend a Neighborhood Planning Unit (NPU) meeting. Your property is located in NPU "I", which holds monthly meetings at the Adamsville Natatorium. Your UEZ case is scheduled to be heard by NPU "I" on March 17, 2004. Your attendance is required. The NPU "I" meeting will begin at 7:00 p.m. Please attend this meeting (or send a designee) and be prepared to make a presentation and answer any questions concerning your application. The NPU "I" members will vote on your application, with such vote serving as a recommendation to City Council. Please note that it is possible that NPU "I" members may request that you also attend one or more neighborhood association meetings before or after the NPU "I" meeting. Please contact the NPU "I" Chairperson, Andrew Fellers, immediately at (404) 696-6017 concerning this. Your non-attendance at

Mr. David Dwyer Capitol Development Group February 24, 2004

such additional meetings likely would result in a deferral by NPU "I", thereby delaying the approval of your UEZ application.

Required Public Hearing & Optional Committee Meeting. The second required meeting is the UEZ public hearing to be conducted by the City's Community Development/Human Resources (CD/HR) Committee on Monday, May 10, 2004. The public hearing will be held in the City Hall Council Chambers on the Second Floor of City Hall at 55 Trinity Avenue, beginning at 6:00 p.m. Please be prepared make a presentation about your UEZ application and to answer any questions at the public hearing. We encourage you to also attend the CD/HR Committee meeting to be held the following day, on Tuesday, May 11, 2004, where the CD/HR Committee will vote on your application and make a recommendation to the full City Council. That meeting will be held in Committee Room #2 on the Second Floor of City Hall at 55 Trinity Avenue, beginning at 1:00 p.m.

Creation of the Urban Enterprise Zone. The full City Council is scheduled to vote on your case on May 17, 2004, after the UEZ public hearing has been held and the CD/HR Committee has made its recommendation. (Please be aware that if a rezoning, other type of zoning action, subdivision, consolidation, or other action is required for your property, this could delay the review and approval of your application. You are encouraged to pursue these actions as soon as possible.) If the City Council votes to approve your UEZ, the Mayor then is allowed up to eight days in which to sign the ordinance for the creation of your proposed urban enterprise zone. Thereafter, the ordinance becomes law, with or without the Mayor's signature. The new urban enterprise zone would exist for ten years. You are cautioned that no building construction or renovation activity may begin before the ordinance to create your proposed urban enterprise zone has been adopted by City Council and approved by the Mayor. However, pre-construction activities, such as demolition, clearance, and infrastructure installation, are allowed before then.

UEZ Tax Abatements. If the urban enterprise zone is approved, tax abatements would be "effective" on your property on January 1 of the year that you requested the enterprise zone to begin. The tax abatements would apply to the new or rehabilitated improvements only (not the land), with some restrictions. The condition for the receipt of this tax abatement, you may recall, is that the construction or renovation of at least 30 percent of all proposed housing units on the property must be underway by December 31 of the first year for which you requested the enterprise zone to begin. In general, tax abatements are made on the new improvements or new renovations only, at 100 percent for the first five years. Thereafter, the tax abatements are 80 percent for Years 6 & 7, 60 percent for Year 8, 40 percent for Year 9, and 20 percent for Year 10.

Thank you for participating in the Urban Enterprise Zone Program. If you have questions regarding any of these matters, please contact me at (404) 330-6637. For further information concerning the NPU meeting, you may contact the NPU/Citizen Participation Coordinator, Wendy Scruggs-Murray, at (404) 330-6899.

Mr. David Dwyer Capitol Development Group February 24, 2004

Sincerely,

Linda M. Logan, AICP Principal Planner Bureau of Planning

/lml/

xc: Charles C. Graves, Commissioner Beverley Dockeray-Ojo, Director Sara Wade Hicks, Assistant Director